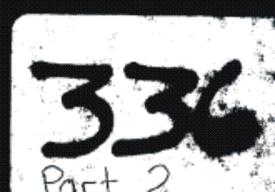
K Hoomer-Wheeler 70(3) A

DRILL LOGS : HM 7 & 9

Kauser Resources Ltd.



Location

HOSMER

CONTRACTOR SERVICE

Mine Grid

Lat. S 29 709.45

Dep. E 7523.73

Elev. 6328.16

L-D Grid

Underhill Grid

р \_\_

Elev.

hished

Elev.

Date Started APRIL 9/70

Drilled By BECKER

Foreman

E. WESTON

Logged By T- KEEGAN

Surveyed By T. HAU(0:

$\top$		1	1 Jaiveyed By	Gg - N	lm I am	1
F	rom	To	DESCRIPTION	From		Zida
		<del> </del>	·	Ht YOM	То	Ftge
	٥	6	OUER BURDEN.			
<u> </u>	<u> </u>	<del>  ~~</del>	O ANT DAILD .	<del>  </del>	<del> </del>	<b></b>
1	6	15	BLACK SHACE.			
1		<del>                                     </del>		<del>  </del>	<del> </del>	<b></b>
	15	20	SANDSTONE			
一		+-~		<del>  </del>	<b>.</b>	<u></u>
	20	40	HARD BLACK SANDY SHACE.		]	
$\vdash$		<del>                                     </del>		<del>  </del>	<b> </b>	
	40	76	BLACK SHALE.			
H	70	1/6	V-7-/( 3/1745 ·	<b>!</b>		
1	76	ے م	COAL #3	<b>[</b> ]		-
1	ون ر	89	COAL 3			
			a and caper.	<b> </b>   i		
$\vdash$	89	110	BLACK SHALE	<u> </u>		
-	110	111				
	, , ,	1	COAL			
1			21 44 0 11 4 1 7			
<u> </u>	111	131	BLACK SHALE			
	_					
<u> </u>	13/	132	COAL			
1						
L	132	142	BLACK SHALE			
				J 1		<del></del>
L	142	145	COAL	1	ł	
					<del></del>	
	145	168	BLACK SHALE			i
				<del>   </del>	<del></del>	
17	68	179	COAL.		- 1	
				<del>                                     </del>		
1	79	190	BLACK SHALE.			
ļ			•	<del> </del>		
1	90	223	BLACK SHNOY SHALE		1	
<u> </u>				<del> </del>	<del></del>	<del></del>
12	23	270	HARD SANDSTONE		-	
				<del> </del>		
1 2	770	320	W.202 50.2 1 22 0.11 210.2			
1-		J & U	HARD SANDY BLACK SHALE.	<b></b>		·
2	20	330	COAL.			
H	~~	230	~O AL.			
2	30	334	1	]	j	
-1-3	<u> </u>	J - 4	BLACK SHALE			

HOLE NO. H.m. # 7

# DRILL HOLE LOG

Location

HOSMER

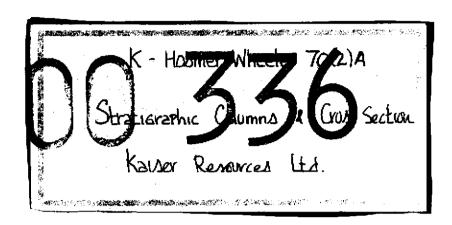
			···				<del></del>					
					(	CO-ORDII	NATES		201=	3		
	:	Mine	Grid			L-D G	rid	Unde	erhill	Grid		i
		Lat		_	L			UN _				
	r	Эер		<del>.</del>	D			UE _	. <u> </u>			
	E)	ev		<u> </u>	Elev			Elev.		<u></u>		
	Date	Starte	<u>d</u> .			D	ate Finish	ed				
	Dril	led By			•	F	oreman					
	Logg	ed By			<del></del>	S	urveyed By					
	From	То			DESCRIP	TION				<u>r - 1</u>	n Log	Ftg
	334	335	COAL									
•	335	337	BLACK	SHALE								
	337	342					-					
	34%	344	BLACK	SHALE								
	344	346			•	•	· · · · · · · · · · · · · · · · · · ·					1
	346	379	BLACK	SHALE								<u> </u>
	379	384	COAL									
	364	550	HARD	5MNOY	BLACK	SHALE						
	550	553 5 <b>53</b>	COR			<del></del>					<u> </u>	
	553	646	BLACK	SANDY	SHALL	<u> </u>				•	-	
	. 646	.647	COAL	•				·				
	647	656	BLACK	SHALE				·				
	656	665	COAL									
	665	668	BLACK	SHALE			·					
	668	496	COAL	1/ 5		<u> </u>						
	696	702	SHAVE	<del></del>				····				
	702	707	COAL		······································							
<b>,</b> ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	707	760	BLACK.	SHALE	· · · · · · · · · · · · · · · · · · ·							
	760	767	SAND ST	DNE			· · · · · · · · · · · · · · · · · · ·					
	767	195	BLACK	SHALE								

Location HosmeR. 30F3 CO-ORDINATES \_\_\_\_L-D Grid Underhill Grid Mine Grid Lat. L ... \_ UN \_ \_\_\_\_ Dep.\_\_\_ D\_\_\_\_\_ UE Elev.\_\_\_ Elev. Elev.\_\_\_ Date Started Date Finished Drilled By Foreman Logged By Surveyed By Gg - Nn Log From To DESCRIPTION From Ft BBO HARD DERY COARSE SANDSTONE (CONGLOMERATIL) 795 COAL 880 882 904 882 BLACK SHALE \_\_\_ 904 906 COAL 906 HARD SANDY SHALE 962 962 963 COAL 1012 SANDSTONE (CLAY PRESENT). 963 1012 1050 SANDSTONE T.D. 1050.

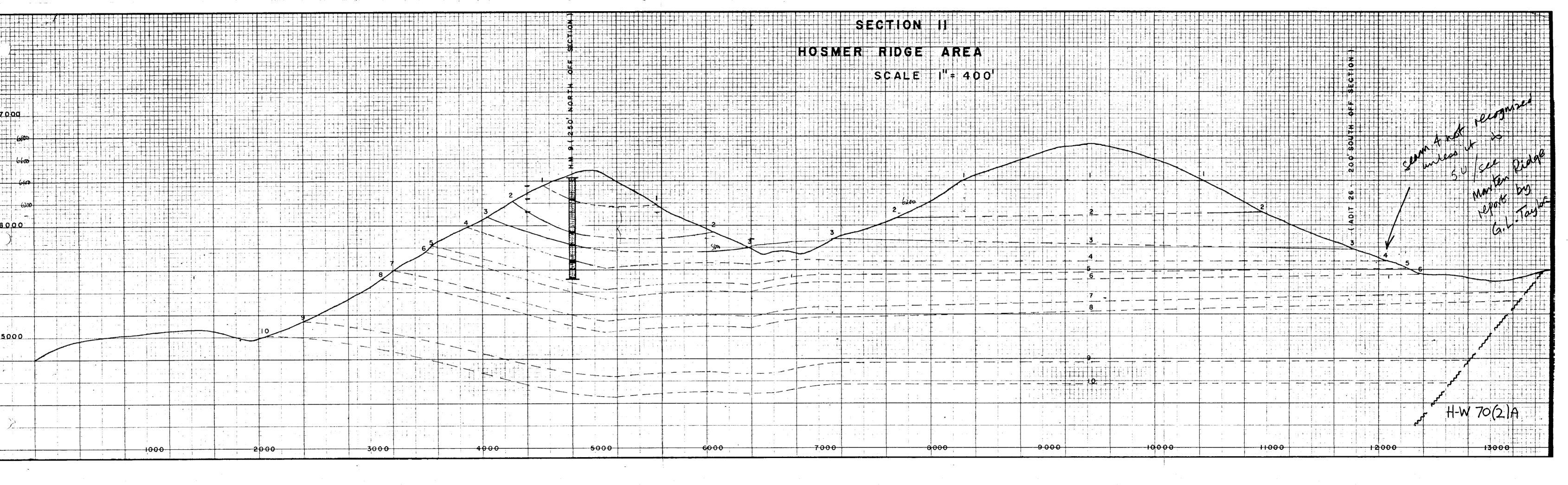
HOLE NO. H.M. 9

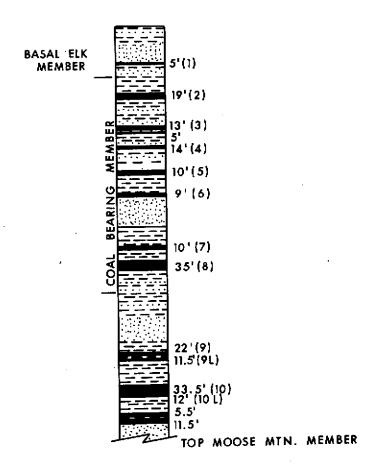
Location Hosmer CO-ORDINATES Mine Grid L-D Grid Underhill Grid Lat. S. 3/200.88 L \_\_\_\_ UN \_\_\_\_ D \_\_\_\_\_\_ Dep. E. 7452.62 UE Elev. 6463.00 Elev.\_\_\_\_ Elev. \_\_\_ Date Started MAY 25/70 Date Finished Drilled By 36CKER Foreman E. WESTON. Logged By T. KEEGAN Surveyed By T. HALKO Gg - Nn Log From To DESCRIPTION From Ftg 20 BLACK SHALE 0 20 42 SAND STONE 42. 47 BLACK SHALE 47 55 BLACK SANDY SHALE. 55 108 SANDSTONE 115 108 BLACK SHALE 115 130 SAND STONE 130 BLACK SHALE. FEW COAL STRINGERS. 197 197 202 COAL. 288 202 BLACK SANDY SHALE. WITH SMALE STRINGERS 288 302 BLACK SHALE. 302 304 COAL-304 315 BLACK SHALE BLACK SANDY SHALE 3/5 345 345 38o BLACK SMALE, WITH SANDY BANDS, TRACECT SOA BLACK SANDY SHALE. 380 406 SANDSTONE. 406 418 A18 423 BLACK SHALE 423 428 SAND STONE BYACK SANDY SHALE 428 437

				200ation		1216
		cx	O-ORDINATES			
	Mine	Grid	L-D Grid	Underh	ill Grid	
I	at	L		UN		
D	ер	D	· · · · · · · · · · · · · · · · · · ·	UE		<del></del>
El	ev	Elev.		Elev.		<del></del>
Date	Starte	đ .	Date Finish	ned		
Dril	led By		Foreman			· · · · · · · · · · · · · · · · · · ·
Logg	ed By		Surveyed By			
From	To	DESCRIPT	TON		Gq - N From	n Loq To
483-	503	COAL # 2 SEAM.			TOM	1.0
	573	SANDSTONE.				<del> </del>
573	595	BLACK SANDY SHALE		·		<u> </u>
595	612	COAL	<u> </u>			
612	618	SANDSTONE			<u> </u>	ļ
618	620	BLACK SANDY SHALE	& ccay	·		
620	290	SANDSTONE.		······································		
690	700	_	•			
700	735			•		
735	745	COAL.		·		
745	750	BLACK SHALE				
750	.752	COAL .	· · · · · · · · · · · · · · · · · · ·			
752	757	BLACK SHALE				
757	762	COAL	· · · · · · · · · · · · · · · · · · ·			
762	786	BLACK SHALE				(
786	814	SHALE WITH COAL S	STRINGERS.			
814	820	BLACK SHALE		····		
820	839	CONGLOMERATIC SANDS	STONE.			
839	896	SANDSTONE			<u> </u>	
8.96	905	CONGLOMERATE				·
					# 1	j



336 Part 3





BASAL KOOTENAY

H-W 70(2)A

#### LEGEND



COAL



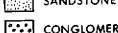




SHALE



SILTSTONE



CONGLOMERATE

COAL THICKNESS (SEAM NO.)

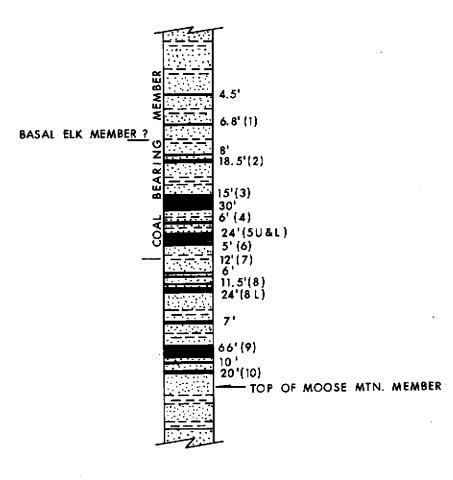
#### KAISER RESOURCES

GENERALIZED STRATIGRAPHIC COLUMN

FOR

HOSMER RIDGE

SCALE: 1" - 300' R. E. T. DWN: FIG. NO. : DATE : MAY 1975



BASAL KOOTENAY SANDSTONE

H-W 70(2)A

#### **LEGEND**





SANDSTONE



SHALE



CONGLOMERATE



SILTSTONE

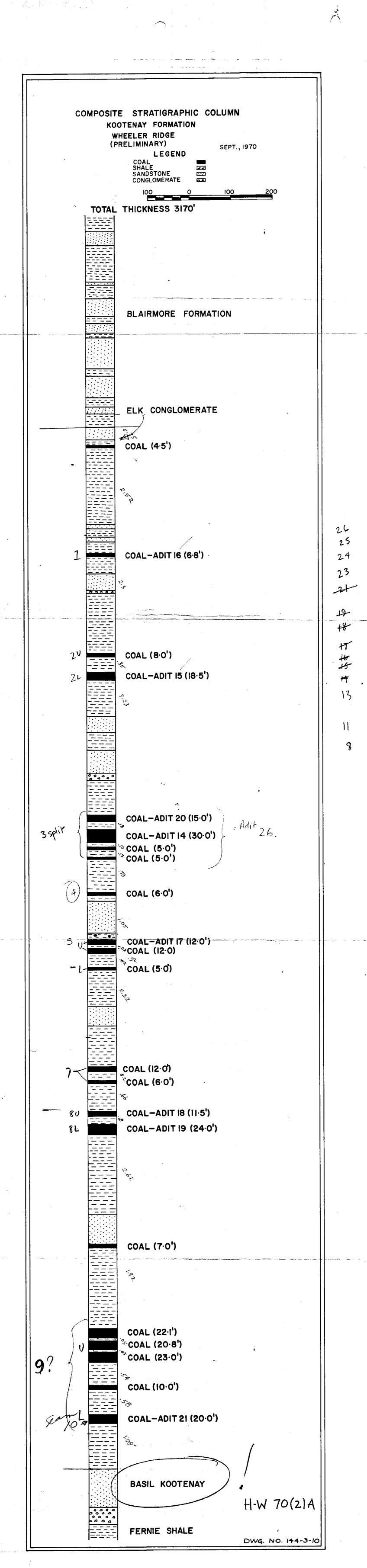
COAL THICKNESS (SEAM NO.)

#### KAISER RESOURCES

GENERALIZED STRATIGRAPHIC COLUMN **FOR** 

WHEELER RIDGE

SCALE: 1" - 300' DWN: R. E.T. FIG. NO. : DATE : MAY 1975



K-HOSMER-WHEELER 70(6)A Reserve Estimate Charts Kayser Resources Ltd. AREA: HOSMER WHEELER

TABLE Nº: 40

GEOLOGICAL BARACIO I cu. Yd. of coal in place = 1-15 net tons raw.

RESERVE ESTIMATE - (0-1500' COVER)

				PIT	CH C	) -15°					PITC	H 15°-	- 30°	•		,	•	PITC	CH 30°	-90	•				CUMULA	TIVE T	OTALS-	- RECOVE	ERABLE	RESER'	/ES		
SEAL	A AVG	TONS IN	PESEDVE	MINING	TONS	TCALC	ΛT	Tons	TONG IN	DECEDVE	MINING	TONE	CALC	T	TONS	TONG IN	DECEBA	MINING	TONE	CALC	АТ	TONS	OPE	N PIT MI	NING	UNDERGR	DUND CON	PINTIONAL	UNDERG	ROUND HY	DRAULIC	_	SEAM
SEAI	M AVG. E THICK.	TONS IN PLACE (000's)	CLASS.	METHOD	RECOVERED (000's)	CALC. YIELD S	P. GR.	WASHED (000's)	TONS IN PLACE (000's)	CLASS.	METHOD	TONS RECOVERED (000's)	YIELD	SP, GR.	(000's)	TONS IN PLACE (000's)	CLASS.	MINING METHOD	TONS RECOVERED (000's)	YIELD	SP. GR.	WASHED (000's)	PROVEN	PARTIALLY EXPLORED	PROJECTED	PROVEN	PARTIALLY EXPLORED	PROJECTED	PROVEN	PARTIALLY EXPLORED	PROJECTED	TOTALS	NAME
2	5.0								11,938	В	C	1, 791	85.0	1.70	1,522												1,522			<b>4</b>		1,522	
2	20.2								45,295	B	Н	22,647	54.0	1.55	12,230										•	•				12,230		12,230	3
3	35.0	88,630	A	14	41,633	83.7 1	35	25,232											····									-	25,232			25,232	3
4	13.6	20,025	A	i i	8,819	1 1		6,778	5,273	· 8	C	790	72.4	1.50	572												572		6,778			7, 350	4
_ 5	15.5	· · · · · · · · · · · · · · · · · · ·						·	27.046	8	c	4,057	79.5	1.55	3,225												3,2 <b>25</b>		-			3,225	5
6_									12, 214	В	R				AVAILABLE														,				6
	14.2				, 				23,795	8	c				1,656									·			1,656					1,656	7
8	35.2							·	58,986	В		8 848	ŀ		7,176	,														7,176		7.176	8
	25.8								38,667	8	H																			13.031		13,031	94.
94	27.2								40,765	8	R																			4,959		4,959	94
10	26.8								40,697		Н	-			_									·						13.979		13,979	10
		*			·																	•••											
																					,												
																						<u> </u>											
				•																						•							
PROV	/EN	108,655			50,452			32,010			*									-	,								32,010				
PART	. EXPL'D							· · · · · · · · · · · · · · · · · · ·	304,676			89.330	7		58,350			,									6,975	]		51,375		90,360	
PRO	ECTED .	,		<u> </u>									1																				
то	TALS	108,655			50,452			32,010	304,676		į	89,330			58,350							•										90,360	

NOTE: (1) Average thickness computed from observations. (ie. drill holes, adit and outcrop measurements.)

((iii) Stope correction applied to (2)(i)(a). (Area of unmined coal.) as follows:

(b) Average thickness as determined from (1)

(2)(i) Tons in place (cu. yds.) determined from : (a) Area of unmined coal.

(a) For 0°-15° pitch -correction of 7½° applied to area.

(b) For 15°-30° pitch - correction of 221/2° applied to area.

(e) For 30°-90° pitch - correction of 45° applied to area.

A - Proven Reserves - (In Place) -

Tons of coal (1·15nt/cu.yd.) in the ground computed from observations (ie. drill holes, adits, outcrops, mine workings)

B - Partially Explored Reserves - (In Place) -

(3) Reserve Classification – Definitions for KRL property.

Tons of coal (1-15 nt/cu.yd.) in the ground computed partially from observations generally spaced at intervals from 0.5 to 1.5 miles apart and partially from reasonable geological projections. Minimum seam thickness is 5 feet, and maximum overburden 2500 feet. Generally equivalent to "Probable" or "Indicated" in other systems of nomenclature.

C - Projected Reserves - (In Place) -

Tons of coal (1:15 nt/cu.yd.) in the ground where little direct evidence is available but where geological studies have

spaced at intervals of 0.5 miles or less in areas of good geological continuity, with seam thickness greater than 5 feet and under less than 2500 feet of overburden.

O - Open Pit reserve. Assumed 85% recovery.

Used 15% recovery.

(4) Mining Method -

#### (5) Reserves Recoverable -

Proven Reserves (Recoverable) -

Proven Reserves (In Place) adjusted by well substantiated factors for mining and washing recovery.

Partially Explored Reserves (Recoverable) —

Partially Explored Reserves (In Place) adjusted by generalized factors for mining and washing recovery.

H - Probably better suited to hydraulic mining method. Used 50% recovery.

C - Probably suited to conventional room and pillar method. Used 15% recovery.

R - Probably suited to selective mining because of splits or proximity to other seams.

by (a) bulk sample wash tests from adits and/or test pits, or (b) micro sample wash tests from adits and/or test pits.

(6) Calculated yield (laboratory) at defined specific gravity arrived at

AREA:

TABLE Nº

1 TSESSMENT W

AREA: \_\_\_ HOSMER WHEELER

RESERVE ESTIMATE - (1500'- 2500' COVER)

		PI	TCH 0-1	5°		•	P	ITCH I	5° — 30	<b>)°</b>			P	ITCH 3	)•–9c	<b>)°</b>	<del></del> , , , , , , , , , , , , , , , , , ,			CUMULA	TIVE TO	OTALS-	- RECOV	ERABLE	RESER	/ES		
SEAM AVG. NAME THICK.	TONS IN	RESERVE MINING	TONS CAL	C. AT	TONS	TONS IN	RESERVE MI	NING TONS	CAL	_C. AT	TONS	TONS IN	RESERVE MIN	ING TONS	CALC	АТ	TONS		N PIT MI		UNDERGRO	DUND CON	VENTIONAL	UNDERG	ROUND HYD	PAULIC		7.5411
NAME THICK.	PLACE (000's)	CLASS, METHOD	TONS CAL RECOVERED YIEL (000's)	LD SP. GR.	TONS WASHED (000's)	PLACE (000's)	CLASS. ME	NING TONS	RED YIEL	D SP. GR.	WASHED (000's)	TONS IN PLACE (000's)	CLASS, ME	TONS THOD RECOVERE (000's)	D YIELD	SP. GR.	WASHED (000's)	PROVEN	PARTIALLY EXPLORED	PROJECTED	PROVEN	PARTIALLY EXPLORED		PROVEN	PARTIALLY EXPLORED	PROJECTED	TOTALS	NAME
1 5.0					· · · · · · · · · · · · · · · · · · ·	452	В	C 6.	8 85	1.70	58	<u></u>				·		:				58			† .		58	/
2 20.2						7,999	В	H 4,00	0 54	1.0 1.55	2,160									•	•				2,160		2,160	2
3 35.0	<del>,</del>					28,559		H 14,27	9 88	1.6 1.80	12,652									·					12,652		12,652	.3
4 /3,6		-				15,900	В	2,38	5 72	.4 1.50	1,727											1,727					1,727	4
5 15.5		•				21,808	8	c 3,29	1 79	7.5 1.55	2,601											2,601					2,601	5
6 7.0						9, 849	8	R 1.47	y No	ADIT DATA	AVAILABLE																	6
7 14.2						22,237	В	C 3.33	6 46.	4 1.46	1,548								·			1,548		·			1,548	7
8 35.2						55,124	8	R 8,26	9 81.	1 1.48	6,706														6.706		6,706	8
94 25.8						29.960	B	H 14,98	0 67.	4 1.52	10,097														10,097		10,097	
94 27.2						31,586	8	R 4,73	8/.	1 1.60	3,842														3,842	·	3,842	1
10 26.8						33./36	8	H 16,5	68 68	.7 1.42	11.382														11,382		// 382	
					-							· · · · · · · · · · · · · · · · · · ·						<u> </u>									7,5	
						· · · · · · · · · · · · · · · · · · ·											,											
			•				<u> </u>																					
PROVEN							-																					
PART. EXPL'D						256,610		73,37	/		52,773											5,934	1		46,839	•	52,773	1
PROJECTED ·							<u></u> _			<u> </u>	-					<u></u>		]			1					·· <del>·</del>		1
TOTALS					<u> </u>	256,610		73,37	,		52,773												•				52,773	

NOTE: (1) Average thickness computed from observations. (ie. drill holes, adit and outcrop measurements.)

(2)(i) Tons in place (cu. yds.) determined from (a) Area of unmined coal.

(b) Average thickness as determined from (1)

- (ii) I cu.yd. of coal in place = 1-15 net tons raw.
- (iii) Slope correction applied to (2)(i)(a). (Area of unmined coal.) as follows:
- (a) For 0°-15° pitch -correction of 7½° applied to area.
- (b) For 15°-30° pitch correction of 221/2° applied to area
- (c) For 30°-90° pitch correction of 45° applied to area.

- (3) Reserve Classification Definitions for KRL property.
- A Proven Reserves (In Place) -

Tons of coal (1·15nt/cu.yd.) in the ground computed from observations (i.e. drill holes, adits, outcrops, mine workings) spaced at intervals of 0·5 miles or less in areas of good geological continuity, with seam thickness greater than 5 feet and under less than 2500 feet of overburden.

B - Partially Explored Reserves - (In Place) -

Tons of coal (1·15 nt/cu.yd.) in the ground computed partially from observations generally spaced at intervals from 0·5 to 1·5 miles apart and partially from reasonable geological projections. Minimum seam thickness is 5 feet, and maximum overburden 2500 feet. Generally equivalent to "Probable" or "Indicated" in other systems of nomenclature.

C - Projected Reserves - (In Place) -

Tons of coal (1-15 nt/cu.yd.) in the ground where little direct evidence is available but where geological studies have indicated the continuity of the coal bearing measures. Coal seam thickness projected from adjacent areas.

#### (4) Mining Method -

- H Probably better suited to hydraulic mining method. Used 50% recovery.
- C Probably suited to conventional room and pillar method. Used 15% recovery.
- R Probably suited to selective mining because of splits or proximity to other seams.

  Used 15% recovery.
- O Open Pit reserve. Assumed 85% recovery.

#### (5) Reserves Recoverable -

Proven Reserves (Recoverable) -

Proven Reserves (In Place) adjusted by well substantiated factors for mining and washing recovery.

Partially Explored Reserves (Recoverable) -

Partially Explored Reserves (in Place) adjusted by generalized factors for mining and washing recovery.

(6) Calculated yield (laboratory) at defined specific gravity arrived at by (a) bulk sample wash tests from adits and/or test pits,

or (b) micro sample wash tests from adits and/or test pits.

AREA: TABLE Nº: AREA: HOSMER WHEELER TABLE No: 42

## RESERVE ESTIMATE - (+25001 COVER)

			PI	TCH C	-15°	• .				PITC	H 15°	- 30°		* "			PITO	CH 30	90	0				CUMULA	TIVE T	OTALS-	- RECOVE	ERABLE	RESER	√ES		
SEAM AVG. NAME THICK.	TONS IN	RESERVE	MINING	TONS	CALC.	AT	TONS	TONS IN	RESERV	E MINING	TONS	CALC.	Δτ	TONS	TONS IN	RESERVE	MINING	TONS	CALC	ΔΤ	TONS	OPE	N PIT MI	NING	UNDERGR		VENTIONAL	UNDERGR	ROUND HY	DRAULIC		SEAM
NAME THICK.	TONS IN PLACE	CLASS.	METHOD	TONS RECOVERED (000's)	YIELD	SP. GR.	TONS WASHED (000's)	TONS IN PLACE (000's)	CLASS	. METHOD	TONS RECOVERED (000's)	YIELD	SP. GR.	TONS WASHED (000's)	TONS IN PLACE (000's)	RESERVE CLASS.	METHOD	TONS RECOVERED (000's)	YIELD	SP. GR.	TONS WASHED (000's)	PROVEN	PARTIALLY EXPLORED	PROJECTED	PROVEN	PARTIALLY EXPLORED	PROJECTED	PROVEN	PARTIALLY EXPLORED	PROJECTED	TOTALS	NAME
1 5.0	··········												;										,				Ţ					
2 20.2																								•						· ·		
3 35.0				•																					366		-					7
4 /3.6	,									-				· · · · · · · · · · · · · · · · · · ·				· · · · · · · · · · · · · · · · · · ·									•			·		3
5 15.5	-										•									·												+
6 7.0							· · · · · · · · · · · · · · · · · · ·						· · · · · · · · · · · · · · · · · · ·								, <u>, , , , , , , , , , , , , , , , , , </u>				VV.48				•			
7 14.2								864		С	/30	46.4	, 44	60					1				<del></del>		<u> </u>			······································				-6-
8 35.2							· · · · · · · · · · · · · · · · · · ·	2./42	i				1		***************************************	-							<u> </u>			60					60	+ 7
94 25.8						1							1						<u> </u>								+		261		261	1 8
94 27.2				<del></del>	<u> </u>			27,2/3	i		13,607		<u> </u>							* <u>  </u>							<del>                                     </del>		9,171		9,171	94
								28,690			4,303														-				3,490		3,490	
10 26.8					<del> </del>		<del></del>	30,158	8_	H_	15,079	68.7	1.42	10,359		-					<u> </u>					_	-	<u> </u>	10,359		10,359	10
		_					. <u> </u>																				-					<del></del>
			<del>                                     </del>			-			·											-	<del>-</del>	<u> </u>			-						<u></u>	_
				<del></del>							<u> </u>																					
PROVEN	· · · · · · · · · · · · · · · · · · ·			<u></u>	•						· · · · · · · · · · · · · · · · · · ·																	, , , <u>, , , , , , , , , , , , , , , , </u>				
1			•		4	·			_	-			-		1	_			_	-	<del></del>			_								
PART. EXPL'D	<del></del>	_	·		4	-		89,067	_	_	33,440		1	23,34/		_	ļ	·	<u> </u>	_		_				60			23,281		23,341	
PROJECTED ·			· ·				<del> </del>									,,																
TOTALS									-								.				•											

NOTE: (1) Average thickness computed from observations. (ie. drill holes, adit and outcrop measurements.)
(2)(i) Tons in place (cu. yds.) determined from: (a) Area of unmined coal.

(b) Average thickness as determined from (1)

- (ii) I cu.yd. of coal in place = 1.15 net tons raw.
- (iii) Slope correction applied to (2)(i)(a). (Area of unmined coal.) as follows:
- (a) For 0°-15° pitch correction of 71/2° applied to area.
- . (b) For 15°-30° pitch -correction of 221/2° applied to area.
- (c) For 30°-90° pitch correction of 45° applied to yea.

(3) Reserve Classification – Definitions for KRL property.

A - Proven Reserves - (In Place) -

Tons of coal (1.15 nt/cu.yd.) in the ground computed from observations (ie. drill holes, adits, outcrops, mine workings) spaced at intervals of 0.5 miles or less in areas of good geological continuity, with seam thickness greater than 5 feet and under less than 2500 feet of overburden.

B - Partially Explored Reserves - (in Place) -

Tons of coal (1·15 nt/cu.yd.) in the ground computed partially from observations generally spaced at intervals from 0·5 to 1·5 miles apart and partially from reasonable geological projections. Minimum seam thickness is 5 feet, and maximum overburden 2500 feet. Generally equivalent to "Probable" or "Indicated" in other systems of nomenclature.

C - Projected Reserves - (in Place) -

Tons of coal (1:15 nt/cu.yd.) in the ground where little direct evidence is available but where geological studies have indicated the continuity of the coal bearing measures. Coal seam thickness projected from adjacent areas.

(4) Mining Method -

H - Probably better suited to hydraulic mining method. Used 50% recovery.

C — Probably suited to conventional room and pillar method. Used 15% recovery.

R - Probably suited to selective mining because of splits or proximity to other seams.

Used 15% recovery.

O - Open Pit reserve. Assumed 85% recovery.

(5) Reserves Recoverable -

Proven Reserves (Recoverable) -

Proven Reserves (In Place) adjusted by well substantiated factors for mining and washing recovery.

Partially Explored Reserves (Recoverable) -

Partially Explored Reserves (In Place) adjusted by generalized factors for mining and washing recovery.

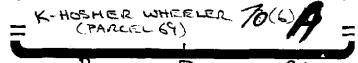
(6) Calculated yield (laboratory) at defined specific gravity arrived at

by (a) bulk sample wash tests from adits and/or test pits,

or (b) micro sample wash tests from adits and/or test pits.

AREA:

TABLE Nº :



RESERVE ESTIMATE CHARTS

KAISER RESOURCES LTD

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Part 5 336 336

AREA: PARCEL 69 TABLE Nº: 90

#### RESERVE ESTIMATE - (0-1500' COVER)

			PI	ТСН	0-	15°					PITC	H 15°	- 30°	•				PITO	CH 3	80°-9	O°			(	CUMULA	TIVE T	OTALS-	- RECOVI	ERABLE	RESERV			
SEAM AVG.	TONS IN	RESERVE	EMINING	TONS	i CA	LC. A	т	TONS	TONS IN	RESERV	MINING	TONS	CALC	Δτ	TONS	TONS IN	RESERVI	MINING	TONS	CALC	ΔΤ	TONS	OPE	EN PIT MI	NING	UNDERGRO	DUND CON	VENTIONAL	UNDERGR	OUND HYE	RAULIC	0.5	- 4 4 4
SEAM AVG. NAME THICK.	TONS IN PLACE (000's)	RESERVI CLASS.	METHOD	RECOVE (000's	RED YIE	ALC. A	GR.	TONS WASHED (000's)	TONS IN PLACE (000's)	CLASS.	METHOD	TONS RECOVERED (000's)	YIELD	SP, GR	TONS WASHED (000's)	TONS IN PLACE (000's)	CLASS.	MINING METHOD	RECOVER (000's)	RED CALC	SP. G	R. WASHED (000's)	PROVEN	PARTIALLY EXPLORED	PROJECTED	PROVEN	PARTIALLY EXPLORED		PROVEN	PARTIALLY EXPLORED	PROJECTED (000's TONS	SEAN)	ME
B 15.1		_	_													22,228	B	C	3334		1.5	5 2,567		,			2,567		•		2,567	7 /3	3
9 12.4	. 4															18,447	8	C	2,767	85		2,352					2,352				2352	2 9	9
7 8.2	<del> </del>				•					<u> </u>					···	11,915	B	C	1,787	73	1,53	5 1,305					1,305				1,30.	5	7
6 21.3							•	· ·			-					31,455	8	H, C	12,493	60		7,496					832			6,664	7,49	26	6
5 18.1						·		<del></del>		<del></del>						25,667	B	С	3,850	52	1.55	2,002					2002				2,00	2	5
4 11.4				<u> </u>												742	В	<u> </u>	111	58	1.55	65					65					5 4	4
3 10.8								<del></del>								7391	<u> </u>	C	1,109	75	1.55	83/					. 83/				83	3/ .	3
2 36.3		_							- W						-	52,623	8	14	26,312	5/	1.55	13,419								13,419	13,4	19	2
1 18.4													<del>-  </del>			27.167	B	H,C	10,57.	2 7/	1.55	7,506					916			6,590	7,5	06	1
																		-															
	3	_						<del></del>						-									<u> </u>									·	
						`											<u> </u>	-															
									. 100																								
	<i>*</i>								· <u>, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u>						<del>, , , , , , , , , , , , , , , , , , , </del>					·	_						`						
PROVEN														<u> </u>	·						<u></u>	,											
PART. EXPL'D							-				ļ-		<del> </del>			197,635	1		62,335			37,543					10.870	_		26,673	37,5	43	
PROJECTED ·	·	_															ļ																
TOTALS														ĺ		197, 635			62,335			37,543											

NOTE: (1) Average thickness computed from observations. (ie. drill holes, addit and outcrop measurements.) (2)(i) Tons in place (cu. yds.) determined from : (a) Area of unmined coal.

(b) Average thickness as determined from (1)

(ii) I cu.yd. of coal in place = 1-15 net tons raw.

(iii) Slope correction applied to (2)(i)(a). (Area of unmined coal.) as follows:

(a) For 0°-15° pitch -correction of 71/2° applied to area.

(b) For 15°-30° pitch - correction of 22 1/2° applied to area.

(c) For 30°-90° pitch - correction of 45° applied to area.

(3) Reserve Classification - Definitions for KRL property.

A - Proven Reserves - (In Place) -

Tons of coal (I-15nt/cu.yd.) in the ground computed from observations (ie. drill holes, adits, outcrops, mine workings) spaced at intervals of 0.5 miles or less in areas of good geological continuity, with seam thickness greater than 5 feet and under less than 2500 feet of overburden.

B - Partially Explored Reserves - (In Place) -

Tons of coal (1.15 nt/cu yd.) in the ground computed partially from observations generally spaced at intervals from 0.5 to 1.5 miles apart and partially from reasonable geological projections. Minimum seam thickness is 5 feet, and maximum overburden 2500 feet. Generally equivalent to "Probable" or "Indicated" in other systems of nomenclature.

C - Projected Reserves - (In Place) -

Tons of coal (1·15 nt/cu.yd.) in the ground where little direct evidence is available but where geological studies have indicated the continuity of the coal bearing measures. Coal seam thickness projected from adjacent areas.

(4) Mining Method -

H - Probably better suited to hydraulic mining method. Used 50% recovery.

- C Probably suited to conventional room and pillar method. Used 15% recovery.
- R Probably suited to selective mining because of splits or proximity to other seams. Used 15% recovery.
- O Open Pit reserve. Assumed 85% recovery.

#### (5) Reserves Recoverable -

Proven Reserves (Recoverable) -

Proven Reserves (in Place) adjusted by well substantiated factors for mining and washing recovery.

Partially Explored Reserves (Recoverable) —

Partially Explored Reserves (In Place) adjusted by generalized factors for mining and washing recovery.

(6) Calculated yield (laboratory) at defined specific gravity arrived at

by (a) bulk sample wash tests from adits and/or test pits,

or (b) micro sample wash tests from adits and/or test pits.

AREA:

TABLE Nº

AREA: PARCEL 69 TABLE Nº: 9/

#### RESERVE ESTIMATE - (1500'- 2500' COVER)

			PI	TCH (	0 - 15°	<b>&gt;</b>			PIT	CH 15°	<b>– 30</b>	9				PITO	CH 30	•-90	)•				CUMULA	ATIVE TO	OTALS-	- RECOV	ERABLE	RESER	/ES		
SEAM	AVG.	TONS II	N RESERVE MINING	TONS	CALC	ΔΤ	TONS	TONS IN	DESERVE MININ	IG TONS	CALC	AT	TONS	TONS IN	PESERVE	MINING	TONS	CALC	AT	TONS	OPE	EN PIT MI	DNING	UNDERGRO	DUND CON	VENTIONAL					SEAM
NAME	тніск.	PLACE (000's)	E CLASS, METHOD	TONS RECOVERED (000's)	CALC. YIELD	SP. GR.	TONS WASHED (000's)	TONS IN PLACE (000's)	RESERVE MINIT	TONS RECOVERED (000's)	YIELD	SP, GR	TONS WASHED (000's)	TONS IN PLACE (000's)	CLASS.	METHOD	TONS RECOVERED (000's)	YIELD	SP. GR.	TONS WASHED (000's)	PROVEN	PARTIALLY EXPLORED		PROVEN	PARTIALLY EXPLORED	PROJECTED	PROVEN	PARTIALLY EXPLORED	PROJECTED	TOTALS	NAME
B	15.1													22,627	B	C	3.394	77	1.55	2,6/3	,	•			2,613		-			2,613	
9	12.4												· · · · · · · · · · · · · · · · · · ·	17,900	B	6	2,685	85		2,282	:		•		2,282					2,282	
_7	8.2	·····			•			·						9,110	B	C	1,367	73	1.55	998					998					998	
_6	21.3								-					23,102	B	H,C	8,998	60		5,399					657			4,742		5,399	
_5	18.1	·		:										18,129	B	<i>C</i>	2,719	52	1.55	1,414					1,414					1,414	
4	11.4	· · · · · · · · · · · · · · · · · · ·				<u>                                     </u>							·	494	B	<i>c</i>	74	58	1.55	43					43			•		43	<u> </u>
_3_	10.8													4,675	B	C	701	75	1.55	526					526					526	
2	36.3					-						_	·	34.023	B	Н	17,012	.51	1.55	8,676								8,676		8,676	ļ.
/	18.4							<u></u>				_		18,215	B	H,C	7,165	71	1.55	5,087					591			4,496		5,087	
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												_				ļ							<u></u>								
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																	<u> </u>	<u> </u>				***************************************			· · · · · · · · · · · · · · · · · · ·	•					<u>                                     </u>
												d-th																		<u> </u>	
																									<u> </u>						
PROV									_		_				_			_			<u> </u>		_			_					$\frac{1}{2}$ $i^{2}$
	EXPL'D						·		_		_			148,275	_		44,115	_		27,038				_	9,124			17,914	<u> </u>	27,038	
PROJ	ECTED ·	<u>-</u>					::::::::::::::::::::::::::::::::::::::		ļ												<u> </u>	<del></del>									1
TOT	ALS													148,275			44,115			27,038										27,038	

NOTE: (1) Average thickness computed from observations. (ie. drill holes, adit and outcrop measurements.)
(2)(i) Tons in place (cu. yds.) determined from (a) Area of unmined coal.

(b) Average thickness as determined from (1)

- (ii) I cu.yd. of coal in place = 1·15 net tons raw.
- (iii) Slope correction applied to (2)(i)(a). (Area of unmined coal.) as follows:
- (a) For 0°-15° pitch -correction of 71/2° applied to area.
- (b) For 15°-30° pitch -correction of 221/2° applied to area.
- (c) For 30°-90° pitch correction of 45° applied to area.

(3) Reserve Classification – Definitions for KRL property.

A - Proven Reserves - (In Place) -

Tons of coal (I-15nt/cu.yd.) in the ground computed from observations (ie. drill holes, adits, outcrops, mine workings) spaced at intervals of 0-5 miles or less in areas of good geological continuity, with seam thickness greater than 5 feet and under less than 2500 feet of overburden.

B - Partially Explored Reserves - (In Place) -

Tons of coal (1·15 nt/cu.yd.) in the ground computed partially from observations generally spaced at intervals from 0·5 to 1·5 miles apart and partially from reasonable geological projections. Minimum seam thickness is 5 feet, and maximum overburden 2500 feet. Generally equivalent to "Probable" or "Indicated" in other systems of nomenclature.

C - Projected Reserves - (In Place) -

Tons of coal (1·15 nt/cu.yd.) in the ground where little direct evidence is available but where geological studies have indicated the continuity of the coal bearing measures. Coal seam thickness projected from adjacent areas.

(4) Mining Method -

- H Probably better suited to hydraulic mining method. Used 50% recovery.
- C Probably suited to conventional room and pillar method. Used 15% recovery.
- R Probably suited to selective mining because of splits or proximity to other seams.

  Used 15% recovery.
- O Open Pit reserve. Assumed 85% recovery.

(5) Reserves Recoverable -

Proven Reserves (Recoverable) -

Proven Reserves (In Place) adjusted by well substantiated factors for mining and washing recovery.

Partially Explored Reserves (Recoverable) —

Partially Explored Reserves (In Place) adjusted by generalized factors for mining and washing recovery.

(6) Calculated yield (laboratory) at defined specific gravity arrived at

by (a) bulk sample wash tests from adits and/or test pits,

or (b) micro sample wash tests from adits and/or test pits.

AREA: TABLE Nº:

## RESERVE ESTIMATE - (+2500' COVER)

		P	ITCH	0-1	5°			F	PITCH	15°-	- 30°	•			,	PITC	H 30	-90°		•		CUMULA	TIVE TO	OTALS —	RECOVE	ERABLE	RESER	/ES	•
TONS I	IN RESE	RVE MINING	TONS	CAL	C. AT	TONS	TONS IN	RESERVE M	INING	TONS	CALC.	AT	TONS	TONS IN	RESERVE	MINING	TONS	CALC. A	TONS							UNDERGR	OUND HY	DRAULIC	
(000's	SE CLA	ASS. METHO	(000's)	ED YIEL	D SP. (	R. WASHED (000's)	PLACE (000's)	CLASS, MI	ETHOD REC	COVERED (000's)	YIELD	SP. GR	WASHED (000's)	PLACE (000's)	CLASS.	METHOD	RECOVERED (000's)	YIELD SP.	GR. WASHE (000's)	D PROV			PROVEN	PARTIALLY F EXPLORED	PROJECTED	PROVEN	PARTIALLY EXPLORED	PROJECTED	TOTALS S
													:	33,328	B	c	4,999	77 1.	55 3,819					3819		•	•		3,819
									<u> </u>					32,598	B	c	4,890	85	4, 154	<b>.</b>				4,156			,		4,156
,				•	·									31,317	В	С	4,698	73 /.	55 3,42	2				3,429	-				3,429
						,							,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	83,507	B	H, C	30,293										15.229	· · · · · · · · · · · · · · · · · · ·	18,/76
														81,473			·							-			<u> </u>		6,355
														3.076		c		1								· · · · · · · · · · · · · · · · · · ·		,	'
									,		j.					C		i I						,					268
									,		_			1		υ L		1 1						2,34/			10 00 0		2,541
														1	]	H,C				, i				3,987			22,499		49,703 26,486
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									<del></del>		]			583 614		ļ	195.712		114 02	2				27.502			87431	•	(14.055
		•			<del></del>														77773		<u> </u>						<i>U 7, ∓ 3 7</i>		//4,933
														502 114			195 010		114 22			· · · · · · · · · · · · · · · · · · ·			L				
	(000)	( 000's)	TONS IN PLACE (0000's)  RESERVE CLASS.  METHO	TONS IN PLACE (000's)  RESERVE MINING RECOVERION (000's)	TONS IN PLACE (000's)  RESERVE MINING RECOVERED (000's)  RESERVE CLASS. METHOD RECOVERED (000's)	TONS IN PLACE (CLASS. METHOD RECOVERED (0000's)  RESERVE METHOD RECOVERED (0000's)  CALC. AT SP. G	TONS IN PLACE (OOO's)  RESERVE CLASS. METHOD RECOVERED (OOO's)  RECOVERED (OOO's)  CALC. AT TONS SP. GR. WASHED (OOO's)	TONS IN PLACE (000's)  RESERVE MINING METHOD RECOVERED (000's)  RESERVE (000's)  CALC. AT TONS WASHED (000's)  PLACE (000's)	TONS IN PLACE (OOO's)  RESERVE MINING CLASS.  RECOVERED (OOO's)  RESERVE METHOD  RECOVERED (OOO's)  RESERVE MASHED (OOO's)  RESERVE MASHED (OOO's)  RESERVE MASHED (OOO's)  RESERVE METHOD  RE	TONS IN PLACE (1.485. METHOD RECOVERED (1.000's) TONS IN PLACE (1.000's) RECOVERED (1.000's) RESERVE MINING RESERVE (1.000's) RECOVERED (1.000's)	TONS IN PLACE (OOO's)  RESERVE MINING CLASS. METHOD RECOVERED (OOO's)  RESERVE MINING CLASS. METHOD RECOVERED (OOO's)  RESERVE MINING CLASS. METHOD RECOVERED (OOO's)  RESERVE MINING RECOVERED (OOO's)  RESERVE MINING RECOVERED (OOO's)  AT TONS IN PLACE (OOO's)  RESERVE MINING CLASS. METHOD RECOVERED (OOO's)	TONS IN PLACE (COO's)  RESERVE MINING CLASS. METHOD  RECOVERED (COO's)  RECOVERED (COO's)	TONS IN PLACE (CLASS. METHOD RECOVERED (COO's) PLACE (COO'	TONS IN PLACE (000's)  RESERVE MINING CLASS. METHOD RECOVERED (000's)  RESERVE	TONS IN PLACE (COCY) PLACE (COC	TONS IN PESERVE MINING CLASS. METHOD RECOVERED (1000's)  PLACE (1000's)  CLASS. METHOD RECOVERED (1000's)  CLAC. AT TONS IN PLACE (1000's)  CLASS. METHOD RECOVERED (1000's)  CL	TONS IN PLACE (COCCI)  PLACE (COCCI)  CLASS. METHOD  CLOST  CLASS. METHOD  CLOST  CLASS. METHOD  CLOST  CLASS. METHOD  CLOST	TONS IN PLACE (000%)  TONS IN TONS IN PLACE (000%)  TONS IN	TONS IN PLACE (1900*)  TONS IN PLACE (1900*)	TONS IN PLACE (CASS, METHOD (CASS, METHOD (CASS, METHOD (COO)))  TONS IN PLACE (CASS, METHOD (CASS, METHOD (COO)))  TONS IN PLACE (CASS, METHOD (COO))  TONS IN PLACE (CASS, METHOD (CASS, METHOD (CASS, METHOD (COO))  TONS IN PLACE (CASS, METHOD (CASS, METHOD (CASS, METHOD (COO))  TONS IN PLACE (CASS, METHOD (CASS, METHOD (CASS, METHOD (COO))  TONS IN PLACE (CASS, METHOD (CASS, METHO	TONS IN PLACE GLASS, METHOD RECOVERED VIELD SP. GR. WASHED PLACE (COOSY)  TONS IN PLACE (CLASS, METHOD (CLASS, METHOD (COOSY)  TONS IN PLACE (CLASS, METHOD (CLASS, METHO	TONS IN PLACE CLASS, METHOD RESERVE MINING PLACE CLASS, METHOD RECOVERED VIELD SP. 68, WASHED PLACE (COS)  TONS IN PLACE CLASS, METHOD RECOVERED VIELD SP. 68, WASHED PLACE (COS)  TONS IN PLACE CLASS, METHOD RECOVERED VIELD SP. 68, WASHED PLACE (COS)  TONS IN PLACE (CLASS, METHOD RECOVERED VIELD SP. 68, WASHED PLACE (COS)  TONS IN RESERVE MINING (CLASS, METHOD RECOVERED VIELD SP. 68, WASHED (COS)  PROVEN PARTIALLY SP. 64, 15%  SA 2572 S. 672 S. 67	TONS IN PLACE CASS. WETHOO RECOVERED (MINING CASS. WETHOO RECOVERED (MOS))  TONS IN PLACE CASS. WETHOO RECOVERED (MOS)  TONS IN PLACE (MINING RECOVERED (MOS))  TONS IN PLACE (MOS)  TONS IN PLACE (MINING RECOVERED (MOS))  TONS IN PLACE (MOS)  TONS IN PLACE (MINING RECOVERED (MOS))  TONS IN PLACE (MOS)  TONS	TONS IN PLACE CLASS METHOD PROVENTIONS OF CLASS METHOD PROVENT ON STATE OF CLASS METHOD PROVENTIONS OF CLASS METHO	TONS IN PROSERVE MINING CASE. METHOD RECOVER DIAS METHOD RECOVER D	TONE IN PROPERTY OF THE PROPER	THE RESERVE MINING CALC. AT TORS IN PROVED PLACE (CAC) AT TORS IN PROVED CALC. AT TORS IN TORS	TOUR   PROFESSION   NUMBER   CALC   AT   CALC   AT	The content   Content

NOTE: (1) Average thickness computed from observations. (ie. drill holes, adit and outcrop measurements.) (2)(i) Tons in place (cu. yds.) determined from: (a) Area of unmined coal.

- (b) Average thickness as determined from (1)
- (ii) I cu.yd. of coal in place = 1·15 net tons raw.
- (iii) Slope correction applied to (2)(i)(a). (Area of unmined coal.) as follows:
- (a) For 0°-15° pitch -correction of 7½° applied to area.
- (b) For 15°-30° pitch -correction of 221/2° applied to area.
- (c) For 30°-90° pitch correction of 45° applied to area.

- (3) Reserve Classification Definitions for KRL property.
- A Proven Reserves (In Place) -

Tons of coal (I·15nt/cu.yd.) in the ground computed from observations (i.e. drill holes, adits, outcrops, mine workings) spaced at intervals of O·5 miles or less in areas of good geological continuity, with seam thickness greater than 5 feet and under less than 2500 feet of overburden.

B - Partially Explored Reserves - (In Place) -

Tons of coal (1·15 nt/cu.yd.) in the ground computed partially from observations generally spaced at intervals from 0·5 to 1·5 miles apart and partially from reasonable geological projections. Minimum seam thickness is 5 feet, and maximum overburden 2500 feet. Generally equivalent to "Probable" or "Indicated" in other systems of nomenclature.

C-Projected Reserves - (In Place) -

Tons of coal (1:15 nt/cu.yd.) in the ground where little direct evidence is available but where geological studies have indicated the continuity of the coal bearing measures. Coal seam thickness for extending the coal bearing measures.

- ) Mining Method -
- H Probably better suited to hydraulic mining method. Used 50% recovery.
- C Probably suited to conventional room and pillar method. Used 15% recovery.

  R Probably suited to selective mining because of splits or proximity to other segments.
- R Probably suited to selective mining because of splits or proximity to other seams.

  Used 15% recovery.
- O Open Pit reserve. Assumed 85% recovery.
- (5) Reserves Recoverable -
  - Proven Reserves (Recoverable) -

Proven Reserves (In Place) adjusted by well substantiated factors for mining and washing recovery.

Partially Explored Reserves (Recoverable) —

traitfally Explored Reserves (In Place) adjusted by generalized factors for mining and washing recovery.

- (6) Calculated yield (laboratory) at defined specific gravity arrived at
- by (a) bulk sample wash tests from adits and/or test pits,
- or (b) micro sample wash tests from adits and/or test pits.

AREA:

TABLE Nº